



**American Gilsonite Company**

Bonanza Minesite  
29950 South Bonanza Highway  
Bonanza Utah 84008 • Phone (435) 789-1921 • Fax (435) 789-1956

Mr. Paul B. Baker  
State of Utah, Division of Oil, Gas and Mining  
P.O. Box 145801  
Salt Lake City, UT 84114-5801

December 21, 2006  
Re: Amendment for B-46 through B-50

Dear Mr. Baker,

As per our discussion and your request regarding the letter I received from Susan White dated December 12, 2006, please find attached the amendment regarding American Gilsonite Co. (AGC) mines B-46, B-48 and B-50. Attached to this letter are a revised table and map that now list these future mine sites. Each of these sites will be a typical mine site similar to our other mine sites.

As you and I discussed these sites are located on a BLM lease. Since we will be bonding these sites through them, we do not feel that it should be necessary to double bond the sites by adjusting the surety with your office.

We greatly appreciate your attention to this matter as current production demands require us to commence operations at the B-48 site as soon as possible to prevent economic harm that would come to the company as a result of delays to this process.

Best regards,

A handwritten signature in black ink, appearing to read 'Jared Jackson', is written over the printed name.

Jared Jackson  
Production Manager  
American Gilsonite Company

Cc: Susan White – DOGM

RECEIVED  
DEC 26 2006  
DIV. OF OIL, GAS & MINING

ATTACHMENT "A"  
**DISTURBED ACREAGE - MINE SITES**  
**AMERICAN GILSONITE SITES**  
M/047/010  
12/21/2006

Mine or Property	Property	Claim or Lease	Location	Acreage Disturbed	Status
E-15	Pat. Claim	White River 20	NW1/4 Sec. 12 T9S R24E	1	Inactive
E-14	Pat. Claim	White River 21	NW1/4 Sec. 12 T9S R24E	1	Inactive
E-27	Pat. Claim	White River 22	SE1/4 Sec. 2 T9S R24E	1	Inactive
E-28	Pat. Claim	White River 23	SE1/4 Sec. 2 T9S R24E	0.5	Inactive - Escapeway
E-29	Pat. Claim	White River 23	SE1/4 Sec. 2 T9S R24E	1	Inactive
E-30	Pat. Claim	White River 24	SW1/4 Sec. 2 T9S R24E	1	Inactive
E-30 W	Pat. Claim	White River 25	SW1/4 Sec. 2 T9S R24E	0.5	Active Escapeway
E-31	Pat. Claim	White River 25	SW1/4 Sec. 2 T9S R24E	1	Active
E-32	Pat. Claim	White River 25	SW1/4 Sec. 2 T9S R24E	1.6	Active Escapeway and Road
I-9	Pat. Claim	Rangely Bell	SE1/4 Sec. 24 T9S R24E	1	Inactive
I-10	Pat. Claim	Rangely Bell	SE1/4 Sec. 23 T9S R24E	1	Inactive
I-24	Pat. Claim	Big Chief	NW1/4 Sec. 23 T9S R24E	1	Inactive
I-18	Pat. Claim	Break of Day	NE1/4 Sec 22 T9S R24E	1	Inactive
I-16	Pat. Claim	Triumph	SE1/4 Sec 15 T9S R24E	1	Inactive
I-15	Pat. Claim	Cumberland	SW1/4 Sec. 15 T9S R24E	1	Inactive / potential mine
I-30	Fed Lease	U-78405	SW1/4 Sec. 15 T9S R24E	1	Inactive / potential mine
I-12	State Lease	ML-851	NW1/4 Sec. 16 T9S R24E	1.4	Active, covered by CD
B-12	Pat. Claim	Foot Hill	SE1/ Sec. 23 T9S R24E	0.5	Inactive
B-16	Pat. Claim	Hill Top	SW1/4 Sec 23 T9S R24E	1	Inactive
B-38	Fee		SW1/4 Sec 16 T9S R24e	1	Inactive
B40	Fee		SW1/4 Sec. 16 T9S R24E	1	Reclaimed / not inspected
B-42	Fee		SW1/4 Sec 16 T9S R24E	1	Inactive
B-44	Fed Lease	U -0126940	NE1/4 Sec. 17 T9S R24E	1	Inactive
B-46	Fed Lease	U -0126940	NE1/4 Sec. 17 T9S R24E	1	Future mine site
B-48	Fed Lease	U -0126940	NE1/4 Sec. 17 T9S R24E	1	Future mine site
B-50	Fed Lease	U -0126940	NW1/4 Sec. 17 T9S R24E	1	Future mine site
WH-4	Fed Lease	U-060749	NW1/4 Sec 35 T9S R24E	1	Active
WH12	Fed Lease	U-073071	SW1/4 Sec 27 T9S R24E	1	Reclaimed / not inspected
WH-17E	Fee		SE1/4 Sec 28 T9S R24E	0.5	Active Escapeway
WH-17	Fee		SE1/4 Sec 28 T9S R24E	1	Active
WH-18	Fee		SE1/4 Sec 28 T9S R24E	0.5	Active Escapeway
LE-5	Fed. Lease	U-0126938	SW1/4 Sec. 30 T9S R24E	1	Reclaimed / not inspected
LE-6	Fed. Lease	U-0126938	NW1/4 Sec. 30 T9S R24E	1	Inactive/ potential mine
LE-7	Fed. Lease	U-0126938	NE1/4 Sec. 25 T9S R23E	0.5	Reclaimed Escapeway
LE-10	Fee		NE1/4 Sec 32 T9S R24E	1	Reclaimed / not inspected
LE-16	Pat. Claim	Abysinia	NW1/4 Sec. 33 T9S R24E	1	Reclaimed / not inspected
LE-19	Pat. Claim	Asteroid	SE1/4 Sec. 33 T9S R24E	1	Reclaimed / not inspected
LE-20	Pat. Claim	Asteroid	SE1/4 Sec. 33 T9S R24E	1	Reclaimed / not inspected
H-2	Fee		NW1/4 Sec. 22 T11S R24E	1	Reclaimed / not inspected
H-10	Pat. Claim	Merrimac	SW1/4 Sec. 1 T11S R24E	1	Reclaimed / not inspected
R-2	Pat. Claim	Turtle	SW1/4 Sec. 24 T11S R24E	1	Reclaimed / not inspected
R-4	Pat. Claim	Tennessee	SW1/4 Sec. 24 T11S R24E	1	Reclaimed / not inspected
Total Disturbed Acreage - All Mine Sites				<b>40</b>	
Total Disturbed Acreage - Non-BLM Mine Sites				<b>30.5</b>	
Total Reclaimed Acreage - To Be Released				<b>11.5</b>	